

4/17/02 Assessment db updated cm

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

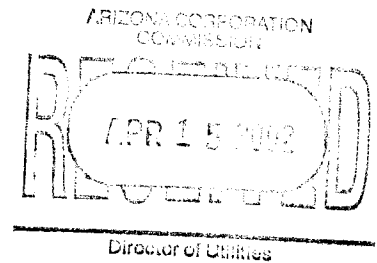


W-02033A  
VALLEY PIONEER'S WATER COMPANY, INC.  
3155 NORTH MCNEAL ROAD  
GOLDEN VALLEY AZ 86413-

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

4-17-02 cm

SCANNED



Statutory Agent: JEFFREY A. GOLDBERG

(Name)

730 EAST BEALE

(Street)

KINGMAN

(City)

ARIZONA

(State)

86401

(zip)

928-753-6115

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: JEFFREY A. GOLDBERG

(Name)

730 EAST BEALE

(Street)

KINGMAN

(City)

ARIZONA

(State)

86401

(zip)

928-753-6115

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

## OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☒ Other (Describe) NON-PROFIT CORPORATION

## COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

VALLEY PIONEERS WATER COMPANY, INC.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	98,021	0	98,021
304	Structures and Improvements	187,505	64,967	122,538
307	Wells and Springs	983,711	449,381	534,330
311	Pumping Equipment	190,782	190,782	0
320	Water Treatment Equipment	3,741	1,777	1,964
330	Distribution Reservoirs and Standpipes	266,136	148,668	117,468
331	Transmission and Distribution Mains	1,702,841	289,941	1,412,900
333	Services	245,686	15,463	230,223
334	Meters and Meter Installations	145,371	27,286	118,085
335	Hydrants	2,196	18	2,178
336	Backflow Prevention Devices		0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	23,059	23,059	0
341	Transportation Equipment	67,683	27,697	39,986
343	Tools, Shop and Garage Equipment	12,303	4,468	7,835
344	Laboratory Equipment		0	0
345	Power Operated Equipment	37,828	25,534	12,294
346	Communication Equipment		0	0
347	Miscellaneous Equipment	4,236	3,119	1,117
348	Other Tangible Plant		0	0
	TOTALS	3,971,099	1,272,160	2,698,939

This amount goes on the Balance Sheet Acct. No. 108

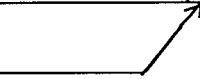
COMPANY NAME

VALLEY PIONEERS WATER COMPANY, INC.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Aect. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	98,021	0.00%	0
304	Structures and Improvements	187,505	3.33%	6,244
307	Wells and Springs	983,711	3.33%	32,758
311	Pumping Equipment	190,782	12.50%	23,848
320	Water Treatment Equipment	3,741	2.50%	94
330	Distribution Reservoirs and Standpipes	266,136	2.22%	5,908
331	Transmission and Distribution Mains	1,702,841	2.00%	34,057
333	Services	245,686	3.33%	8,181
334	Meters and Meter Installations	145,371	2.50%	3,634
335	Hydrants	2,196	2.00%	44
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	0	0.00%	0
340	Office Furniture and Equipment	23,059	14.28%	3,293
341	Transportation Equipment	67,683	20.00%	13,537
343	Tools, Shop and Garage Equipment	12,303	5.00%	615
344	Laboratory Equipment			
345	Power Operated Equipment	37,828	6.66%	2,519
346	Communication Equipment			
347	Miscellaneous Equipment	4,236	20.00%	847
348	Other Tangible Plant			
	TOTALS	3,971,099		135,578

This amount goes on Comparative Statement of Income and Expense Acct. No. 403



BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 867	\$ 867
134	Working Funds	67,568	119,264
135	Temporary Cash Investments	45,000	45,000
141	Customer Accounts Receivable	54,690	95,881
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	15,417	15,509
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	602	602
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 184,144	\$ 277,123
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 4,095,909	\$ 3,971,097
103	Property Held for Future Use	0	0
105	Construction Work in Progress	13,280	0
108	Accumulated Depreciation - Utility Plant	(2,040,372)	(1,272,160)
121	<b>Non-Utility Property</b>		
122	<b>Accumulated Depreciation - Non Utility</b>		
	<b>TOTAL FIXED ASSETS</b>	\$ 2,068,817	\$ 2,698,937
	<b>TOTAL ASSETS</b>	\$ 2,252,961	\$ 2,976,060

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 2,954	\$ 2,954
232	Notes Payable (Current Portion)	33,323	33,323
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	35,017	36,148
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	39,944	34,747
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 111,238	\$ 107,172
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 492,641	\$ 459,351
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	909,361	963,626
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	423,718	575,175
272	Less: Amortization of Contributions		(267,464)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 1,333,079	\$ 1,271,337
	<b>TOTAL LIABILITIES</b>	\$ 1,936,958	\$ 1,837,860
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	316,003	1,138,200
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 316,003	\$ 1,138,200
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 2,252,961	\$ 2,976,060

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 615,394	\$ 691,652
460	Unmetered Water Revenue	15,383	9,705
474	Other Water Revenues	9,248	20,017
	<b>TOTAL REVENUES</b>	<b>\$ 640,025</b>	<b>\$ 721,374</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 150,286	\$ 172,920
610	Purchased Water	2,900	0
615	Purchased Power	102,574	120,272
618	Chemicals		1,089
620	Repairs and Maintenance	60,871	53,327
621	Office Supplies and Expense	22,720	22,363
630	Outside Services	22,162	2,837
635	Water Testing	26,265	5,613
641	Rents	1,167	0
650	Transportation Expenses	5,641	2,160
657	Insurance - General Liability	21,883	9,066
659	Insurance - Health and Life	13,314	33,485
666	Regulatory Commission Expense - Rate Case		3,200
675	Miscellaneous Expense	4,883	8,129
403	Depreciation Expense	182,612	135,578
408	Taxes Other Than Income	11,203	10,592
408.11	Property Taxes	37,144	39,671
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 665,625</b>	<b>\$ 620,302</b>
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ 4,004	\$ 3,071
421	Non-Utility Income	4,130	9,522
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(35,508)	(32,687)
	<b>TOTAL OTHER INCOME/EXP</b>	<b>\$ (27,374)</b>	<b>\$ (20,094)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ (52,974)</b>	<b>\$ 80,978</b>



COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	12/27/67	08/26/69	04/16/75	04/22/86
Source of Loan	Rural Development RD 91-01	Rural Development RD 91-03	Rural Development RD 91-04	Rural Development RD 91-05
ACC Decision No.				
Reason for Loan	System Improvements	System Improvements	System Improvements	System Improvements
Dollar Amount Issued	\$ 105,780	\$ 15,000	\$ 50,000	\$ 210,000
Amount Outstanding	\$ 21,904	\$ 1,911	\$ 26,564	\$ 78,791
Date of Maturity	12/27/04	02/28/03	10/31/12	12/31/05
Interest Rate	5.00%	5.00%	5.00%	6.13%
Current Year Interest	\$ 1,001	\$ 78	\$ 1,337	\$ 4,577
Current Year Principle	\$ 5,798	\$ 897	\$ 1,874	\$ 15,196

Meter Deposit Balance at Test Year End \$ 59,269

Meter Deposits Refunded During the Test Year \$ 10,545

WATER COMPANY PLANT DESCRIPTIONWELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-610757	60	120	12	3
55-610756	60	120	12	3
55-573000	100	170	12	3
55-532211	75	84	16	3

## OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 163,315

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7 1/2	14	12	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000	1	n/a	
250,000	1		
125,000	2		
84,000	1		

## STATISTICAL INFORMATION

Total number of customers 1,614

Total number of gallons sold 147,398 gallons

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported n/a  
Estimated or Actual Federal Tax Liability \_\_\_\_\_State Taxable Income Reported n/a  
Estimated or Actual State Tax Liability \_\_\_\_\_

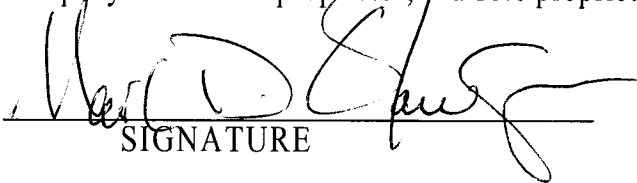
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE4.12.02  
DATEMARC GLAWSON  
PRINTED NAMEPRESIDENT  
TITLE

COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC. YEAR ENDING 12/31/2001

WATER AND SEWER UTILITIES ONLY
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PROPERTY TAXES

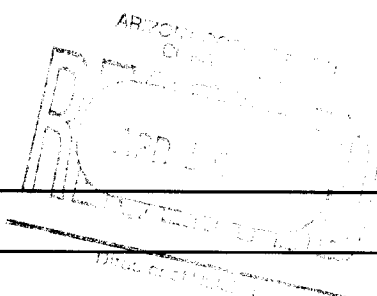
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 39,671.25

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MOHAVE
NAME (OWNER OR OFFICIAL) TITLE MARC GLAWSON, President
COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2001
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**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

SWORN STATEMENT

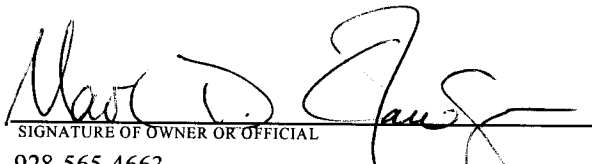
**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:**

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 759,176

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 37,802  
IN SALES TAXES BILLED, OR COLLECTED

"REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

  
SIGNATURE OF OWNER OR OFFICIAL  
928-565-4663  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

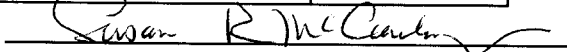
THIS 12th DAY OF



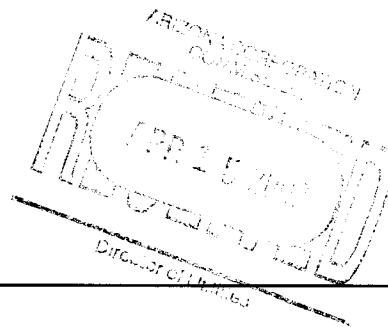
Notary Public State of Arizona  
Mohave County  
Susan K. McCauley  
Expires August 19, 2005

MY COMMISSION EXPIRES August 19, 2005

COUNTY NAME MOHAVE	
MONTH APRIL	20 <u>02</u>

  
SIGNATURE OF NOTARY PUBLIC

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY



VERIFICATION

STATE OF ARIZONA

1, THE UNDERSIGNED

OF THE

(COUNTY NAME) MOHAVE	
NAME (OWNER OR OFFICIAL) MARC GLAWSON	TITLE PRESIDENT
COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

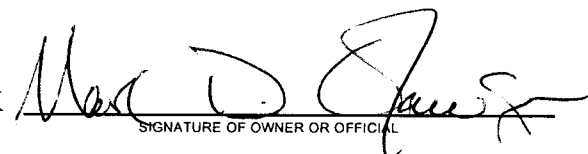
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 644,170

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 32,208  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.


X   
SIGNATURE OF OWNER OR OFFICIAL

Notary Public State of Arizona  
Mohave County  
Susan K McCauley  
Expires August 19, 2005

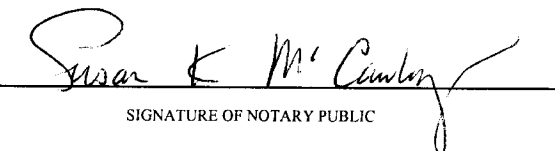
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12<sup>th</sup> DAY OF

  
Notary Public State of Arizona  
Mohave County  
Susan K McCauley  
Expires August 19, 2005  
MY COMMISSION EXPIRES

NOTARY PUBLIC NAME Susan K McCauley	
COUNTY NAME MOHAVE	
MONTH APRIL	20 02

X   
SIGNATURE OF NOTARY PUBLIC

02100000811

WFB TEMPE, AZ 03192001  
TRACER # 1713  
1221-0527-84

WFB LA, CA 03202001  
TRACER # 1485 PKT. 027  
122105278

0971786997

TO THE ORDER OF  
WELLS FARGO BANK ARIZONA, N.A.  
PHOENIX, AZ 85012  
FOR DEPOSIT ONLY  
122105278  
MOHAVE COUNTY TREASURER  
05880

52407

VALLEY PIONEERS WATER CO., INC.  
3155 N McNEAL RD  
GOLDEN VALLEY, AZ 86413

THE STOCKMEN'S BANK  
KINGMAN, AZ 86401  
91-504/1221 0

10906

MAR 15 2001  
B# 5082735

CHECK NO.

DATE

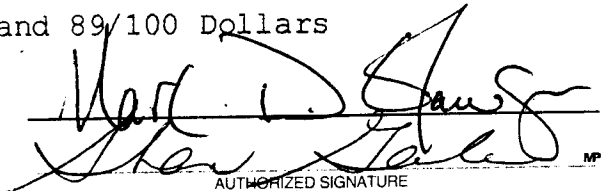
AMOUNT

10906

Mar 6, 2001

\*\*\*\$18,571.89

PAY TO THE ORDER OF: Memo: (9-463-0430)  
Eighteen Thousand Five Hundred Seventy-One and 89/100 Dollars  
Mohave County Treasurer  
PO Box 712  
Kingman, AZ 86402 0712

  
AUTHORIZED SIGNATURE

010906 1221050451 0010007615

0001857189

SECURITY FEATURES INCLUDED. DETAILS ON BACK.



101011  
0291000981

WFB TEMPE, AZ 10312001  
TRACER# 2102 010  
1221-0527-84

1037050401  
1037050401  
1037050401

WELLS FARGO BANK, N.A.  
PHOENIX, AZ 85012  
122105278  
FOR DEPOSIT ONLY  
MOHAVE COUNTY TREASURER  
3150105300

VALLEY PIONEERS WATER CO., INC.  
3155 N McNEAL RD  
GOLDEN VALLEY, AZ 86413

THE STOCKMEN'S BANK  
KINGMAN, AZ 86401  
91-504/1221 0

11273

OCT 15 2001

CHECK NO.	DATE	AMOUNT
11273	Oct 8, 2001	***\$21,099.36

PAY  
TO THE  
ORDER  
OF

Memo: 9-463-0430  
Twenty-One Thousand Ninety-Nine and 36/100 Dollars  
Mohave County Treasurer  
PO Box 712  
Kingman, AZ 86402 0712

5150974

*Mary D. Jones*  
*Sharon Sale*  
AUTHORIZED SIGNATURE

0011273 122105045 0010007615 0002109936